

POOLED MONEY INVESTMENT BOARD
915 Capitol Mall, Room 587
Sacramento, CA 95814

MINUTES

Wednesday, April 19, 2017

The meeting was called to order at 10:11 a.m.

Roll: Bill Dowell for State Treasurer John Chiang
Richard Chivaro for State Controller Betty T. Yee
Eraina Ortega for Director of Finance Michael Cohen

Staff Present: Jeff Wurm, State Treasurer's Office
Catherine Brown, Attorney General's Office

MINUTES

Ms. Ortega moved to approve the minutes for the March 15, 2017 meeting. Upon a second by Mr. Dowell, the motion passed 3-0 with the following votes: Mr. Dowell: yes; Mr. Chivaro: yes; Ms. Ortega: yes.

PMIB DESIGNATION

Ms. Tranice Rainey of the State Treasurer's Office presented a Portfolio Summary Report as of March 31, 2017. On that day, the portfolio stood at \$71.881 billion. The effective yield was 0.853%, the quarter-to-date yield was 0.783% and the year-to-date yield was 0.692%. The average life of the portfolio was 180 days. AB55 Loans approved were \$521 million, with a disbursed amount of \$272 million. The Local Agency Investment Fund had \$21.351 billion total deposits, with 2,450 total participants.

Mr. Amin Pirasteh of the State Treasurer's Office Centralized Treasury and Securities Management Division presented a summary of forecasted revenue changes in the portfolio for the Pooled Money Investment Account (PMIA) for the period April 17, 2017 through June 23, 2017. Anticipated receipts for this ten-week period total \$75.050 billion. Mr. Pirasteh highlighted the key receipts.

Mr. Martin Lee of the State Controller's Office, Cash Management Bureau and Division of Accounting and Reporting continued the presentation. Mr. Lee highlighted the major disbursements anticipated for the reporting period of April 17, 2017 through June 23, 2017. Anticipated disbursements for the ten-week period total \$62.199 billion. Mr. Lee detailed important disbursements anticipated during this ten-week period.

Ms. Ortega moved to approve Designation No. 1814. Upon a second by Mr. Chivaro, the motion passed 3-0 with the following votes: Mr. Dowell: yes; Mr. Chivaro: yes; Ms. Ortega: yes.

DECLARATION OF SURPLUS MONEY/REDUCTION OF SURPLUS MONEY

Ms. Rainey presented changes in the Surplus Money Investment Fund for the period March 1, 2017 through March 31, 2017. Declaration of Surplus Money was in the amount of \$12.740 billion. A Reduction in Surplus Money was in the amount of \$9.928 billion. An attached list from the State Controller's Office shows the breakdown.

Mr. Chivaro moved to approve the Surplus Money Declaration/Reduction for the month of March. Upon a second by Ms. Ortega, the motion passed 3-0 with the following votes: Mr. Dowell: yes; Mr. Chivaro: yes; Ms. Ortega: yes.

SURPLUS MONEY INVESTMENT FUND REQUEST (SMIF)

There were no SMIF requests for this month.

AB55 LOAN PROGRAM (Government Code § 16312)

Mr. Matthew Lehtonen, with the Public Finance Department in the State Treasurer's Office, presented the PMIA loans monthly report. Loan Renewal Requests: Staff recommended approval of the three loan renewal requests (Items 6.a – 6.c) on the agenda in the amounts shown on column f of Exhibit A to this staff report. Item 6.a reflects increases necessary to continue construction. Item 6.b reflects increases necessary to complete preliminary plans and design work and to begin construction. Item 6.c reflects increases necessary to continue design-build. The amounts for each item will pay accrued interest and administrative costs.

New Loan Requests: Staff recommended approval of the following new loan request: Item 6.d Department of Corrections and Rehabilitation - \$18,155,000, SPWB Lease Revenue Bonds, Monterey County Juvenile Facility Project. Loan proceeds will be used to begin construction.

Impact on the Pool: The above loan requests are in compliance with the current AB55 Loan Policy and upon approval will increase the outstanding loans balance by \$86,825,000.

LOAN RENEWAL REQUESTS

	<u>PMIB</u> <u>Loan No.</u>	<u>Department</u>	<u>Amount</u>
a.	1670021	Department of Corrections and Rehabilitation SPWB Lease Revenue Bonds Riverside County Jail Project	\$85,128,000.00
b.	1670022	Department of Corrections and Rehabilitation SPWB Lease Revenue Bonds Tulare County Jail Project	49,239,000.00

	<u>PMIB Loan No.</u>	<u>Department</u>	<u>Amount</u>
c.	1670023	Board of State and Community Corrections SPWB Lease Revenue Bonds Santa Cruz County Adult Local Criminal Justice Facility	\$20,145,000.00

NEW LOAN REQUEST

	<u>PMIB Loan No.</u>	<u>Department</u>	<u>Amount</u>
d.	1670024	Department of Corrections and Rehabilitation SPWB Lease Revenue Bonds Monterey County Juvenile Facility Project	18,155,000.00

Ms. Ortega moved to approve the staff recommendations and approve the three loan renewals and one new loan request. Upon a second by Mr. Chivaro, the motion passed 3-0 with the following votes: Mr. Dowell: yes; Mr. Chivaro: yes; Ms. Ortega: yes.

PUBLIC COMMENT

None.

ADJOURNMENT

In the absence of further business, the meeting was adjourned at 10:23 a.m.

Respectfully submitted,

Jeff Wurm
PMIB Administrator